Testimony on Amendments to 101 CMR 307.00 Rates of Payment for Psychiatric Day Treatment, Effective July 1, 2021 January 26, 2021

Introduction

Good morning. My name is Muriel Freeman, and I am the Fee For Services (FFS) Program Manager at the Executive Office of Health and Human Services (EOHHS). I am here to present staff testimony on proposed amendments to regulation 101 CMR 307.00: *Psychiatric Day Treatment*. The proposed effective date for the amendments to 101 CMR 307.00 is July 1, 2021.

Background

Regulation 101 CMR 307.00 establishes payment rates for psychiatric day treatment (PDT) center services rendered by eligible providers to publically-aided individuals. PDT is a specialized outpatient service that serves individuals who do not require inpatient level of care but who require more than a once per week therapy visit. With the exception of one stand-alone provider, PDT programs function alongside full-service outpatient mental health clinics, and as part of a larger multi-service agency.

There are three services MassHealth purchases: the behavioral health day treatment per hour (H2012, normally provided in a group setting); the behavioral health day treatment pre-admission visit per hour (H2012-U1); and the interpretation or explanation of treatment of services per visit to family or other responsible persons (90887).

Description of Proposed Amendments

The rates to be established under the proposed regulation contain updates and adjustments from the current rates established for psychiatric day treatment services under 101 CMR 307.00, as follows:

- (1) Increase rates for H2012 and H2012-U1 by adding a retrospective cost adjustment factor (CAF) of 5.75%, as a result of using the base period of 2018 Q3 through 2019 Q2, and the rate period of 2021 Q3 through 2023 Q2.
- (2) Rate for 90887 will refer out to the rate for this code established in CMR 306.00: Rates of payment for Mental Health Services Provided in Community Health Centers and Mental Health Centers.

There are no other proposed rate changes for services under this regulation.

Fiscal Impact

The total estimated aggregate fiscal impact of the proposed amendments is \$301K over FY2019 spending of \$5.2 million.

This concludes my testimony. Thank you.